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SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Federal Order No. 67  
U. S. Department of Agriculture  
Agricultural Marketing Service  
Dairy Division

Market Administrator  
116 S. William St.  
P. O. Box 216  
South Bend 24, Ind.

Issued For Information of Producers  
Who Are Not Members of Cooperative Associations

Vol. III, No. 6

June 1959

MAY BASE PRICE \$3.76

Dairy farmers will receive a base price of \$3.76 for May 1959 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The base price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 6.9 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 16 cents less than the April base price, but 30 cents higher than the base price of a year ago.

MAY EXCESS PRICE \$2.92

May 1959 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order will be paid for at the rate of \$2.92 per hundredweight for 3.5 percent milk and adjusted by the same differential of 6.9 cents as is used for base milk. These minimum prices are subject to a 3 cent per hundredweight marketing service deduction, together with the authorized hauling charge. For comparative purposes, a uniform price of \$3.59 per hundredweight was computed, which is 19 cents less than the April 1959 computed uniform price and 25 cents higher than the computed uniform price of May 1958.

PRODUCER RECEIPTS

Producer receipts for the May 1959 delivery period show an increase of 16.4% over the April delivery period. May is usually the peak production month of the year, and this year will be no exception to the trend. Reports from handlers say that production is falling off some the first two weeks in June. Of the 25 and one half million pounds of producer milk, 80.16 percent was base milk. Class I utilization of this producer milk was 66.77 percent, which is 10 percent less than in April.

CLASS I SALES

Sales of Class I products were up .84 percent on a daily basis over April 1959. Class I sales will probably decrease the next three months while vacations are in progress, but will go up in September when school starts.

CLASS I PRICE

The Class I price for the June 1959 delivery period will be \$3.88 per hundredweight for 3.5 percent milk. This price was computed by adding \$0.90 per hundredweight to the average price of the 12 condenseries in May 1959 (\$2.92), and adding the supply-demand adjustment of 6 cents. The supply-demand adjustment for the July 1959 delivery period will be a plus 4 cents.





## UTILIZATION AND CLASSIFICATION OF MILK

	May 1959		May 1958	
	Reported Data		Audited Data	
CLASS I	Product	Butterfat	Product	Butterfat
	Pounds	Pounds	Pounds	Pounds
Milk	14,338,216	508,740	9,491,465	334,008
Skim Milk	135,009	163	127,510	641
Fortified Skim Milk	1,320,904	26,019	1,108,702	22,202
Buttermilk	182,104	1,782	136,516	921
Flavored Milk & Drink	520,642	14,077	270,556	7,738
Cereal Mixture	308,921	38,176	260,261	32,141
Coffee Cream	30,422	6,164	16,183	3,224
Whipping Cream	46,583	17,144	23,866	8,200
Sour Cream	16,506	3,154	12,583	2,401
Total Class I Utilization	16,899,307	615,419	11,447,642	411,476
Add: Class I Shrinkage	121,535	9,169	55,620	3,192
Subtract: Other Source Receipts	--	--	6,790	287
Subtract: Overage	--	--	--	--
Net Class I	17,020,842	624,588	11,496,472	414,381
CLASS II				
Used to Produce Cottage Cheese	1,476,387	15,929	1,320,121	22,935
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	--	--
Net Class II	1,476,387	15,929	1,320,121	22,935
CLASS III				
Class III Products	6,593,836	291,077	8,166,114	316,726
Inventory Variation	320,883	5,168	(345,345)	(12,166)
Total Class III Utilization	6,914,719	296,245	7,820,769	304,560
Add: Class III Shrinkage	235,699	14,880	160,807	12,335
Subtract: Other Source Receipts	145,698	12,741	83,705	3,391
Subtract: Overage	8,711	134	2,389	37
Net Class III	6,996,009	298,250	7,895,482	313,467
TOTAL PRODUCER RECEIPTS	25,493,238	938,767	20,712,075	750,783

## MISCELLANEOUS INFORMATION

	May 1959	April 1959	May 1958
Total Production	25,493,238#	21,202,376#	20,712,075#
Average Daily Production	822,363#	706,746#	668,131#
May 1959 Prod. Compared With -	--	/ 16.36%	/ 23.08%
Number of Producers	1,272	1,260	1,004
Daily Herd Production	643#	561#	665#
Av. Test of Producer Milk Received	3.68242%	3.82533%	3.62486%
Av. Price 3.5% Milk	\$ 3.59*	\$ 3.78*	\$ 3.34*
Base Price 3.5% Milk	\$ 3.76	\$ 3.92	\$ 3.46
Excess Price 3.5% Milk	\$ 2.92	\$ 2.95	\$ 2.90
Chicago 92 Score Butter	\$ .57905	\$ .57840	\$ .57661
Class I Sales	16,899,307#	16,217,690#	11,440,610#
Class I Daily Average	545,139#	540,590#	369,052#
May 1959 Sales Compared With -	--	/ 0.84%	/ 47.71%
Total Value Paid Producers	\$946,813.62	\$851,491.75	\$711,224.73
Av. Monthly Milk Check Per Farm	\$ 744.35	\$ 675.79	\$ 708.39
Av. Daily Milk Check Per Farm	\$ 24.01	\$ 22.53	\$ 22.85
Producer Butterfat Differential	\$ .069	\$ .069	\$ .069

\* This Price for Comparison Only

